ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Registration No. 199601017418 (389769-M))
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
For the quarter ended 30 June 2023
(The figures have not been audited)

	INDIVIDUAL QUARTER 3 MONTHS ENDED		CUMULATIVE QUARTER 3 MONTHS ENDED	
	CURRENT YEAR QUARTER ENDED 30/06/2023 RM'000	**PRECEDING YEAR CORRESPONDING QUARTER ENDED 30/06/2022 RM'000**	**CURRENT PERIOD TO-DATE 30/06/2023 RM'000**	**PRECEDING YEAR CORRESPONDING PERIOD TO-DATE 30/06/2022 RM'000**
Revenue	95,690	88,963	95,690	88,963
Cost of sales	(80,625)	(78,401)	(80,625)	(78,401)
Gross Profit	15,065	10,562	15,065	10,562
Other operating income	2,640	3,140	2,640	3,140
Selling & distribution costs	(2,927)	(3,133)	(2,927)	(3,133)
Administrative expenses	(5,202)	(4,694)	(5,202)	(4,694)
Finance costs	(41)	(51)	(41)	(51)
Net impairment losses on financial assets	(2,013)	(2)	(2,013)	(2)
Profit before tax	7,522	5,822	7,522	5,822
Tax expense	(1,475)	(1,347)	(1,475)	(1,347)
Profit net of tax, for the period	6,047	4,475	6,047	4,475
Other comprensive income/(expenses)				
Fair value changes of equity instruments	(33)	(31)	(33)	(31)
Other comprehensive income for the period	(33)	(31)	(33)	(31)
Total comprehensive income for the period	6,014	4,444	6,014	4,444
Profit net of tax, attributable to :				
Owners of the parent	6,047	4,475	6,047	4,475
Non-controlling interest	-	-	-	-
	6,047	4,475	6,047	4,475
Earnings per share (Note B 15)				
- Basic (Sen)	2.52	1.86	2.52	1.86
- Diluted	N/A	N/A	N/A	N/A

The Condensed Consolidated Statements of Comprehensive Income should be read in conjunction with the Annual Financial Report for the financial year ended 31st March 2023 and the accompanying explanatory notes attached to the interim financial statements.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Registration No. 199601017418 (389769-M))
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

	30 June 2023 Unaudited RM'000	31 March 2023 Audited RM'000
ASSETS		
Non-current assets		
Property, plant and equipment	103,154	104,507
Right-of-use assets	16,890	17,141
Investment properties	3,945	3,969
Land held for property development	962	962
Investment securities	2,568	2,602
Deferred tax assets	1,685	1,972
	129,204	131,153
Current assets		
Inventories	45,026	50,481
Right of return asset	309	931
Trade receivables	69,573	67,107
Other receivables, deposits and prepayments	4,145	5,112
Current tax assets	34	468
Short-term investments	101	101
Cash and bank balances	34,286	32,773
	153,474	156,973
TOTAL ASSETS	**282,678**	**288,126**
EQUITY AND LIABILITIES		
Equity attributable to owners of the parent		
Share capital	120,000	120,000
Fair Value Reserve of Financial Assets at FVOCI	2,197	2,230
Retained earnings	113,813	108,966
Total equity	236,010	231,196
Non-current liabilities		
Lease liabilities	54	211
Loans and borrowings	2,122	2,397
Deferred tax liabilities	11,961	12,092
	14,137	14,700
Current liabilities		
Trade payables	21,101	27,104
Refund liabilities	1,638	3,600
Contract liabilities	872	764
Other payables and accruals	6,673	7,901
Lease liabilities	561	585
Loans and borrowings	1,190	1,206
Current tax liabilities	496	1,070
	32,531	42,230
Total liabilities	46,668	56,930
TOTAL EQUITY AND LIABILITIES	**282,678**	**288,126**
	-	-
Net assets per share attributable to owners of the Parent (RM) **	**0.98**	**0.96**

**** Net assets per share is calculated based on total assets (including intangibles) minus total liabilities divided by the total number of ordinary shares in issue as at 30 June 2023.**

The Condensed Consolidated Statements of Financial Position should be read in conjunction with the Annual Financial Report for the financial year ended 31st March 2023 and the accompanying explanatory notes attached to the interim financial statements.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Registration No. 199601017418 (389769-M))
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY
For the quarter ended 30 June 2023
(The figures have not been audited)

	← Attributable to Owners of the Parent →			
	Share Capital	**Fair Value Reserve of Financial Assets at FVOCI**	**Retained Earnings**	**Total Equity**
	RM'000	**RM'000**	**RM'000**	**RM'000**
3 months period ended 30 June 2023				
Balance as at 1 April 2023	120,000	2,230	108,966	231,196
Total comprehensive income for the period	-	(33)	6,047	6,014
Interim dividend for the financial year ended 31 March 2023	-	-	(1,200)	(1,200)
Balance as at 30 June 2023	120,000	2,197	113,813	236,010
3 months period ended 30 June 2022				
Balance as at 1 April 2022	120,000	2,100	98,720	220,820
Total comprehensive income for the period	-	(31)	4,475	4,444
Interim dividend for the financial year ended 31 March 2022	-	-	(2,880)	(2,880)
Balance as at 30 June 2022	120,000	2,069	100,315	222,384

The Condensed Consolidated Statements of Changes in Equity should be read in conjunction with the Annual Financial Report for the financial year ended 31st March 2023 and the accompanying explanatory notes attached to the interim financial statements.

ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD (Registration No. 199601017418 (389769-M))
(Incorporated in Malaysia)
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
For the quarter ended 30 June 2023
(The figures have not been audited)

	CURRENT YEAR ENDED 30/06/2023 RM'000	PRECEDING YEAR ENDED 30/06/2022 RM'000
OPERATING ACTIVITIES		
Profit before tax	7,522	5,822
Adjustments for non cash items	3,216	2,378
	10,738	8,200
Changes in working capital	(4,251)	(3,684)
Net cash generated from operating activities	6,487	4,516
Income taxes paid	(1,891)	(979)
Income taxes refunded	431	-
Net cash flows from operating activities	5,027	3,537
INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(1,821)	(792)
Proceeds from disposal of:		
- property, plant and equipment	2	4
Interest received	31	7
Net cash used in investing activities	(1,788)	(781)
FINANCING ACTIVITIES		
Repayment of lease liabilities	(194)	(157)
Dividends paid on ordinary shares	(1,200)	(2,880)
Repayment of loans and borrowings	(291)	(883)
Interest paid	(41)	(51)
Net cash used in financing activities	(1,726)	(3,971)
Net Change in Cash & Cash Equivalents	1,513	(1,215)
Cash and Cash Equivalents at beginning of the financial year	32,874	39,371
Cash and Cash Equivalents at end of period	34,387	38,156

Note : There is no non-cash movement in liabilities arising from financing activities for the financial year ended 30 June 2023.

The Condensed Consolidated Statements of Cash Flows should be read in conjunction with the Annual Financial Report for the financial year ended 31st March 2023 and the accompanying explanatory notes attached to the interim financial statements.

A. INFORMATION REQUIRED BY MFRS 134

1. Basis of Preparation

The condensed consolidated interim financial statements are unaudited and have been prepared in accordance with the requirements of MFRS 134, Interim Financial Reporting and Paragraph 9.22 of the Main Market Listing Requirements of Bursa Malaysia Securities Berhad ("Bursa Malaysia"). These condensed consolidated interim financial statements also comply with IAS 34, Interim Financial Reporting issued by the International Accounting Standards Board ('IASB").

The interim financial statements should be read in conjunction with the audited financial statements for the financial year ended 31 March 2023. These explanatory notes attached to the interim financial statements provide an explanation of events and transactions that are significant to an understanding of the changes in the financial position and performance of the Group since the financial year ended 31 March 2023.

2. Changes in Accounting Policies

The significant accounting policies and the methods adopted for the unaudited condensed financial statements are consistent with those adopted for the audited financial statements for the financial year ended 31 March 2023, except for the adoption of the following Malaysian Financial Reporting Standards (MFRS), Amendments to MFRS and IC Interpretation for the financial periods beginning on or after 1 April 2023.

- Amendments to MFRS 112 : Income Taxes – International Tax Reform – Pillar Two Model Rules
- MFRS 17 : Insurance Contracts
- Amendments to MFRS 17 : Insurance Contracts
- Amendments to MFRS 17 : Initial Application of MFRS 17 and MFRS 9 – Comparative Information
- Amendments to MFRS 101 : Disclosure of Accounting Policies
- Amendments to MFRS 108 : Definition of Accounting Estimates
- Amendments to MFRS 112 : Income Taxes – Deferred Tax related to Assets and Liabilities arising from a Single Transaction

At the date of authorisation of the interim financial statements, the following MFRSs, Amendments to MFRSs and IC Interpretation were issued but not yet effective and have not been applied by the Group:

- Amendments to MFRS 107 and MFRS 7 : Supplier Finance Arrangements
- Amendments to MFRS 101 : Non-current Liabilities with Covenants
- Amendments to MFRS 101 : Classification of Liabilities as Current or Non-current
- Amendments to MFRS 16 Leases : Lease Liability in a Sale and Leaseback
- Amendments to MFRS 10 and MFRS 128 : Sale or Contribution of Assets between an Investor and its Associate or Joint Venture

3. *Seasonal or Cyclical Factors*

The business operations of the Group are not materially affected by any seasonal or cyclical factors.

4. *Exceptional / Extraordinary Items*

There were no exceptional / extraordinary items for the financial period under review.

5. *Changes in Estimates*

There were no changes to the estimates of amounts reported in prior financial years that may have a material effect in the current period.

6. *Debts and Equity Securities*

There was no issuance, cancellation, repurchase, resale and repayment of debts and equity securities for the current financial quarter.

7. *Dividend Paid*

An interim single tier dividend of 0.50 sen per share, amounting to RM1,200,000 for the financial year ended 31 March 2023 was approved during the 97th Board of Directors Meeting held on 23 May 2023 and was paid on 30 June 2023.

8. *Segment Information*

Management has determined the operating segments based on the reports used to make strategic decisions.

For management purposes, the Group is organised into business units based on their products and services, and has three reportable operating segments as follows:

i. Manufacturing and marketing of snack food and confectioneries
ii. Property development
iii. Investment holding

As the activities of the Group are carried out in Malaysia, segmental reporting by geographical location is not presented.

8. Segment information (continued)

30 June 2023	Manufacturing and marketing of snack food and confectioneries RM'000	Property development RM'000	Investment holding RM'000	Adjustments and eliminations RM'000	Notes	Per condensed consolidated financial statements RM'000
Revenue:						
External customers	95,690	-	-	-		95,690
Inter-segment	-	-	1,331	(1,331)	A	-
Total revenue	95,690	-	1,331	(1,331)		95,690
Results:						
Interest income	31	-	-	-		31
Depreciation of:						
- Property, plant and equipment	3,158	17	-	-		3,175
- Right-of-use assets	265	-	-	-		265
- Investment properties	3	21	-	-		24
Other non-cash income	257	-	-	-	B	257
Segment profit/(loss)	7,627	57	(162)	-	C	7,522
Assets:						
Additions to non-current assets	1,821	-	-	-	D	1,821
Segment assets	275,568	6,953	157	-	E	282,678
Segment liabilities	46,060	137	471	-	F	46,668

8. Segment information (continued)

30 June 2022	Manufacturing and marketing of snack food and confectioneries RM'000	Property development RM'000	Investment holding RM'000	Adjustments and eliminations RM'000	Notes	Per condensed consolidated financial statements RM'000
Revenue:						
External customers	88,963	-	-	-		88,963
Inter-segment	-	-	2,984	(2,984)	A	-
Total revenue	88,963	-	2,984	(2,984)		88,963
Results:						
Interest income	7	-	-	-		7
Depreciation of:						
- Property, plant and equipment	3,206	17	-	-		3,223
- Right-of-use assets	234	-	-	-		234
- Investment properties	2	21	-	-		23
Other non-cash income	1,145	-	-	-	B	1,145
Segment profit / (loss)	5,907	70	(155)	-	C	5,822
Assets:						
Additions to non-current assets	792	-	-	-	D	792
Segment assets	273,308	6,805	5,905	-	E	286,018
Segment liabilities	60,145	183	3,306	-	F	63,634

8. *Segment Information (continued)*

A Inter-segment revenues are eliminated on consolidation.

B Other non-cash expense/(incomes) consist of the following items as presented in the respective notes to the financial statements:

	30.06.2023	30.06.2022
	RM'000	**RM'000**
Unrealised foreign exchange gain	(1,193)	(619)
Reversal of inventories written down	(1,075)	(479)
Impairment loss/ (reversal) for trade receivables	2,013	(44)
Gain on disposal of property, plant and equipment	(2)	(3)
	(257)	(1,145)

C The following items are added to/(deducted from) segment profit to arrive at total consolidated profit before tax:

	30.06.2023	30.06.2022
	RM'000	**RM'000**
Dividend income from inter-segment	1,331	2,984
Unallocated corporate expenses	(162)	(155)
	1,169	2,829

D Additions to non-current assets consist of property, plant and equipment.

E Inter-segment assets are deducted from segment assets to arrive at total assets reported in the condensed consolidated statement of financial position.

F Inter-segment liabilities are deducted from segment liabilities to arrive at total liabilities reported in the condensed consolidated statement of financial position.

Revenue information based on the geographical location of customers is as follows:

	Revenues			
	01.04.2023 - 30.06.2023		**01.04.2022 - 30.06.2022**	
	RM'000	**%**	**RM'000**	**%**
Malaysia	32,850	34%	37,685	42%
Asia	49,598	52%	40,084	45%
Others	13,242	14%	11,194	13%
Total reported segments	95,690	100%	88,963	100%

The Group has one customer that contributed more than 10% of the Group's revenue.

9. *Significant Related Party Disclosures*

The significant related party transactions and outstanding balance described below were carried out in the ordinary course of business and on commercial terms that are no more favourable than that available to other third parties.

	Transactions for the 3 months period ended 30.06.2023 RM'000	**Outstanding balance as at 30.06.2023 RM'000**
Sale of goods to Syarikat Perniagaan Chong Mah Sdn Bhd	304	51

Syarikat Perniagaan Chong Mah Sdn Bhd, a company incorporated in Malaysia, is a substantial shareholder of the Company. The transactions with this related party are conducted in accordance with the general mandate obtained from shareholders for recurrent related party transactions.

10. *Material Events Subsequent to the End of the Reporting Period*

There was no material events subsequent to the end of the current quarter reported.

11. *Changes in the Composition of the Group*

There were no changes in the composition of the Group during the current quarter.

12. *Contingent Liabilities*

There were no contingent liabilities of a material nature to be disclosed.

13. *Capital Commitments*

	As at 30.06.2023 RM'000
Authorised, contracted but not provided for:-	
- purchase of property, plant and equipment	1,775
	1,775

B. Additional information required by Bursa Malaysia Listing Requirements

1. *Review of Performance*

	Individual Period (1st Quarter)		Changes (%)	Cumulative Period		Changes (%)
	Current Quarter	Preceding Year Corresponding Quarter		Current Period To-Date	Preceding Year Corresponding Period	
	30/06/2023 RM'000	30/06/2022 RM'000		30/06/2023 RM'000	30/06/2022 RM'000	
Revenue	95,690	88,963	7.56	95,690	88,963	7.56
Operating Profit	7,563	5,873	28.78	7,563	5,873	28.78
Profit Before Interest and Tax	7,563	5,873	28.78	7,563	5,873	28.78
Profit Before Tax	7,522	5,822	29.20	7,522	5,822	29.20
Profit After Tax	6,047	4,475	35.13	6,047	4,475	35.13
Profit Attributable to Ordinary Equity Holders of the Parent	6,047	4,475	35.13	6,047	4,475	35.13

The revenue for the current period to date is higher by 7.56% as compared to the preceding year corresponding period due to higher sales from export market.

Profit before tax for the current period to date is higher by 29.20% mainly due to higher sales and gross profit margin as compared to preceding corresponding period.

2. *Material Changes in the Quarterly Results Compared to the Results of the Preceding Quarter*

	Current Quarter 30/06/2023 RM'000	Immediate Preceding Quarter 31/03/2023 RM'000	Changes (%)
Revenue	95,690	83,860	14.11
Operating Profit	7,563	4,369	73.11
Profit Before Interest and Tax	7,563	4,369	73.11
Profit Before Tax	7,522	4,317	74.24
Profit After Tax	6,047	3,008	101.03
Profit Attributable to Ordinary Equity Holders of the Parent	6,047	3,008	101.03

The increase in revenue for the current quarter as compared to the preceding quarter was contributed by the increase in export sales.

The higher profit before tax for the current quarter is due to higher sales and gross profit margin.

3. ***Group's Prospects***

Whilst there was a drop in domestic sales, the Group is still optimistic on the long term growth for the demand of its product locally. The Group expects the Malaysian economy to be sustainable due to the various ongoing policies implemented by the Government to support the economy recovery process. The Group will continue to monitor the latest market developments, both domestic and international, and will take the necessary measures to minimise any risks to the Group's operation and financial performance.

The Board expects that the performance of the Group will be satisfactory and remain positive for the financial year ending 31 March 2024, despite facing various challenges from the competitive and uncertain markets.

4. ***Board of Directors' Opinion on Revenue or Profit Estimate, Forecast, Projection or Internal Targets***

The Group does not announce or disclose any revenue or profit estimate, forecast, projection or internal targets in a public document.

5. ***Variance of Actual Profit from Profit Forecast***

The disclosure requirements for explanatory notes for the variance of actual profit after tax and non-controlling interest and forecasted profit after tax and non-controlling interest and for the shortfall in profit guarantee are not applicable.

6. ***Taxation***

	Current Quarter	Preceding Year Corresponding Quarter	Current Period To Date	Preceding Year corresponding Period To Date
	30.06.2023	**30.06.2022**	**30.06.2023**	**30.06.2022**
	RM'000	**RM'000**	**RM'000**	**RM'000**
Income taxation in Malaysia				
- current year	1,319	1,550	1,319	1,550
Deferred taxation				
- origination and reversal of temporary differences	156	(203)	156	(203)
	1,475	1,347	1,475	1,347

The Group's effective tax rate for the current period to date was lower than the statutory tax rate mainly due to the tax incentives granted to a major subsidiary and gains not subject to tax.

7. ***Profits on Sale of Unquoted Investments and / or Properties***

There was no sale of unquoted investments and / or properties for the current quarter.

8. *Purchases or Disposals of Quoted Securities*

There were no purchase and sale of quoted securities for the current quarter.

9. *Status of Corporate Proposals*

There was no corporate proposal announced but not completed as at the date of this quarterly report.

10. *Group Borrowings*

	As at 30.06.2023 RM'000	As at 30.06.2022 RM'000
Borrowings – current		
Term loan - *secured*	1,190	1,467
Borrowings – non-current		
Term loan - *secured*	2,122	3,300
	3,312	4,767
	=====	=====

The borrowings are denominated in Ringgit Malaysia and are based on floating interest rates.

11. *Derivatives*

There were no forward foreign exchange contracts outstanding as at 30 June 2023.

12. *Gain/Loss Arising from Fair Value Changes of Financial Liabilities*

There was no gain or loss arising from fair value changes of the financial liabilities for the current quarter and current period to date ended 30 June 2023.

13. *Material Litigation*

There was no material litigation pending since the date of last announcement till the date of this interim report.

14. *Dividend*

(a) An interim single tier dividend for the financial year ending 31 March 2024, amounting to RM2,400,000 computed based on 240,000,000 ordinary shares as at 30 June 2023, has been declared by the Board of Directors on 23 August 2023:

(i) Amount per share : Single tier dividend of 1.0 sen per share

(ii) The previous corresponding period as at 30 June 2022 : 0.5 sen per share

(iii) Entitlement date : 11 September 2023

(iv) Payment Date : 5 October 2023

(b) The total dividend declared for the current financial year ending 31 March 2024 : 1.0 sen per share

15. *Earnings per Share*

	Current Quarter 30.06.2023	Preceding Year Corresponding Quarter 30.06.2022	Current Period To Date 30.06.2023	Preceding Year Corresponding Period To Date 30.06.2022
Profit net of tax attributable to owners of the parent (RM'000)	6,047	4,475	6,047	4,475
Number of ordinary shares in issue ('000)	240,000	240,000	240,000	240,000
Basic earnings per share (sen)	2.52	1.86	2.52	1.86

16. *Audit Report*

The audited report of the preceding annual financial statements did not contain any qualification.

17. *Profit before Tax*

Profit before tax is arrived at after charging/(crediting):

	Current Quarter 30.06.2023 RM'000	Current Period To Date 30.06.2023 RM'000
Interest income	(31)	(31)
Rental income	(159)	(159)
Fair value gain on money market	(1)	(1)
Miscellaneous income	(255)	(255)
Interest expense	41	41
Property, plant and equipment		
- depreciation	3,175	3,175
- gain on disposal	(2)	(2)
Rights-of-use assets		
- depreciation	265	265
Investment properties		
- depreciation	24	24
Foreign exchange gain		
- realised	(998)	(998)
- unrealised	(1,193)	(1,193)
Reversal of inventories written off	(1,075)	(1,075)
Impairment loss for trade receivables	2,013	2,013
Employees benefits expense	12,495	12,495

Other than the above items, there were no provision for and write off of receivables, impairment of assets and exceptional items for the current quarter and current financial period to date ended 30 June 2023.

For and on behalf of
ORIENTAL FOOD INDUSTRIES HOLDINGS BERHAD

Datuk Seri Son Chen Chuan
Group Managing Director

Dated: 23 August 2023